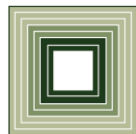


Office of the State Controller Overview

Joint Appropriations Committee on General Government

March 8, 2017



FISCAL RESEARCH DIVISION
A Staff Agency of the North Carolina General Assembly

Outline

- Authorizing laws
- Mission/Vision
- Organizational Chart
- Budget History and Overview
- Division Responsibilities
- Special Funds
- Base Budget
- Information Requested From Agency

Authorizing Laws

- GS 143B-426.36-37: Creation of the office and the position of State Controller
- GS 143B-426.39: Powers and duties of the State Controller
- GS 143 3.1: Transfer of duties from the Office of State Budget and Management and the Office of the State Auditor to the State Controller

Mission Statement

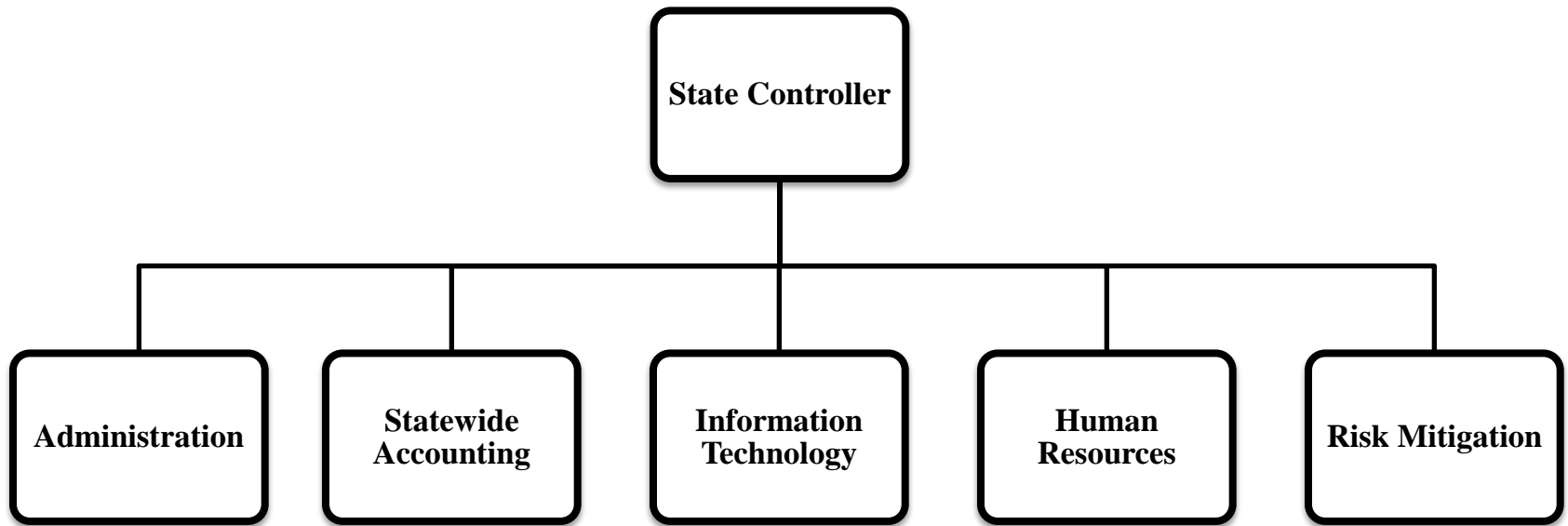
“Protect the financial integrity of the State and promote accountability in an objective and efficient manner”.

Vision

The Vision of the Office of the State Controller is to be an organization committed to excellence in:

- Ensuring maximum funds are available for Treasury investment
- Delivering cost effective quality services that achieve efficiencies and promote collaboration
- Building and maintaining core enterprise financial and business systems

Office of the State Controller Organization Chart

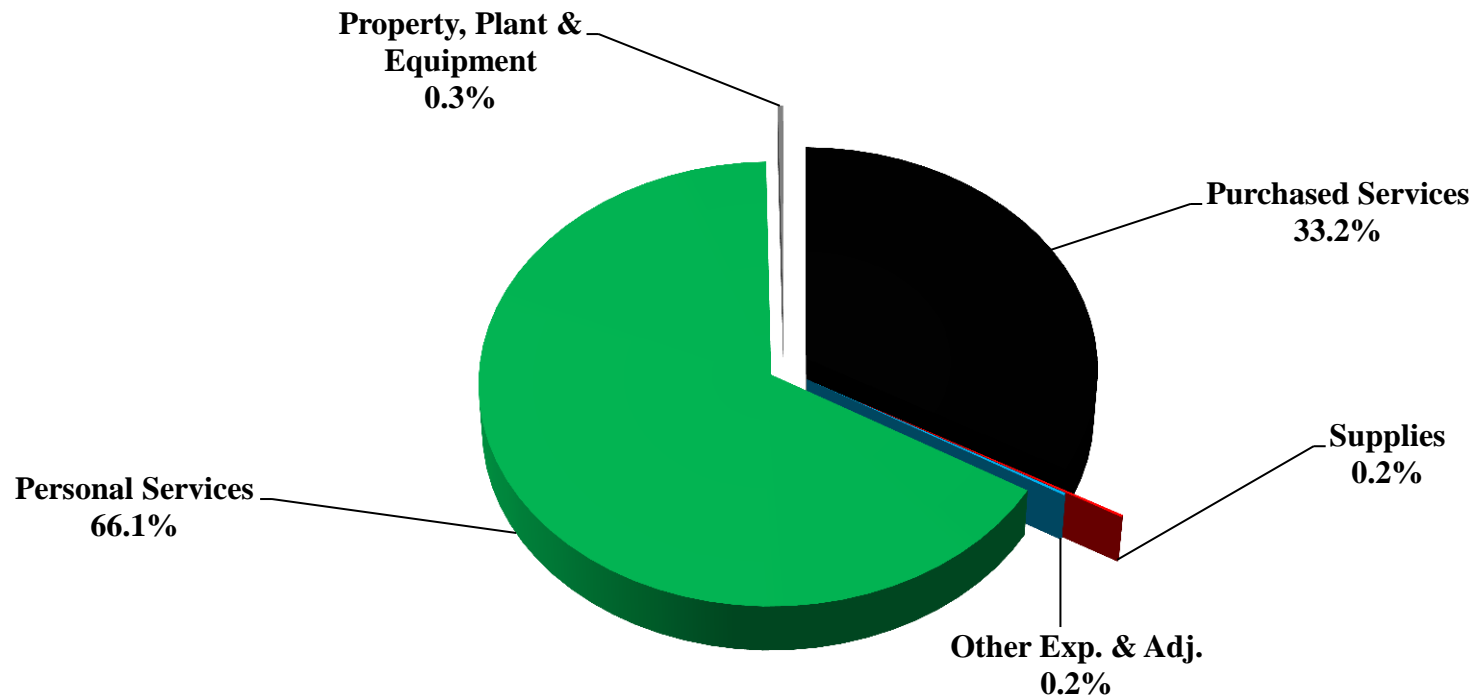


Office of the State Controller

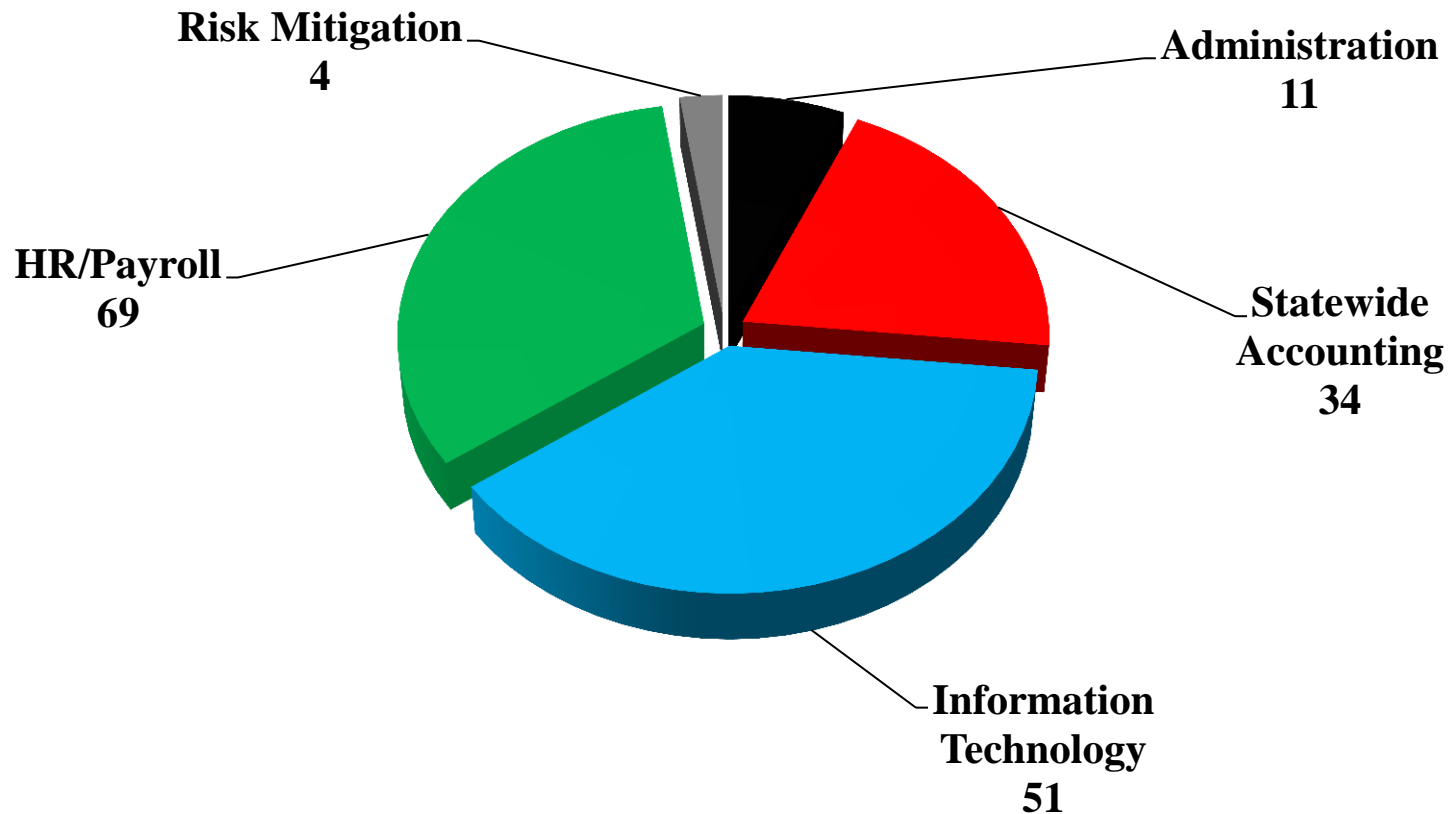
Five-Year Budget History

Budget	Actual FY 2014-15	Actual FY 2015-16	Authorized FY 2016-17	Total Base FY 2017-18	Total Base FY 2018-19
Requirements	\$23,990,391	\$23,850,022	\$24,015,810	\$24,174,328	\$24,174,328
Receipts	\$2,474,605	\$1,023,469	\$928,418	\$821,119	\$821,119
Appropriation	\$21,515,786	\$22,826,553	\$23,087,392	\$23,353,209	\$23,353,209
Certified FTEs	169	169	169	169	169

Office of the State Controller Breakdown of Expenditures, Base FY 2017-18



Office of the State Controller Base Budget Positions, FY 2017-18



Office of the State Controller

Roles and Responsibilities

- Provide accounting, disbursing, payroll, internal control, data management, e-commerce and financial reporting services to state agencies, employees and the public
- Maintaining systems, standards, and business processes to ensure that spending is within approved levels
- Produce numerous financial reports including the Comprehensive Annual Financial Report (CAFR)

Office of the State Controller Administration Division

Budget	Certified FY 2016-17
Expenditures	\$2,566,177
Receipts	\$16,961
Appropriation	\$2,549,216
FTEs	11

- Executive management
- Human Resource functions
- Business Services
- Communications

Office of the State Controller

Statewide Accounting Division

Budget	Certified FY 2016-17
Expenditures	\$3,438,791
Receipts	\$150,113
Appropriation	\$3,288,678
FTEs	34

- Statewide compliance policies and procedures
- Accounting and financial reporting
- North Carolina Accounting System (NCAS)
- Cash management and disbursement
 - Cash Management Control System (CMCS)
- e-commerce

Office of the State Controller Information Technology Division

Budget	Certified FY 2016-17
Expenditures	\$13,526,801
Receipts	\$0
Appropriation	\$13,526,801
FTEs	51

- Implements and maintains information technology systems
- Information technology infrastructure review and approval
- Technical systems administration
- Project management

Office of the State Controller

HR/Payroll Division

Budget	Certified FY 2016-17
Expenditures	\$4,359,463
Receipts	\$818,303
Appropriation	\$3,541,160
FTEs	69

- Integrated HR/Payroll System (formerly BEACON)
- Division functions:
 - Technical Team, HR Operations, Benefits Operations, Time Evaluation, Garnishment Operations, Payroll Operations and Accounting Operations
- Coordinates with the Office of State Human Resources personnel functions and pay policies

Office of the State Controller

Risk Mitigation Division

Budget	Certified FY 2016-17
Expenditures	\$421,443
Receipts	\$0
Appropriation	\$421,443
FTEs	4

- Statewide internal control compliance program
 - Enhancing Accountability in Government through Leadership and Education (EAGLE)
- Statewide tax compliance program
- Statewide indirect cost allocation plan
- Overpayment audit and recovery program
- Compliance monitoring

Office of the State Controller

Recent Legislative Actions

- **FY 2015-16**
 - Continuation Review
 - Placed hold on transfer of Funds from Department of Transportation to Office of State Controller - \$496,578
- **FY 2016-17**
 - Continuation Review Funding Restoration
 - Restores transfer of funds from Department of Transportation relating to BEACON positions - \$496,578

Office of State Controller

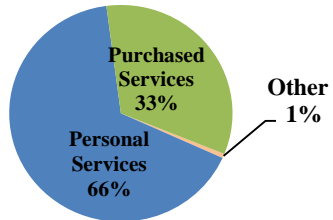
Special Funds

Code	Description	Balance as of 07/01/16
2000	Special Fund - OSC	\$15,763,059
2200	E-Commerce Initiatives	\$2,157
2401	BEACON – HR Payroll	\$1,824,568
2404	Data Integration	\$1,397,607
2500	Escheats – State Agencies	\$916,271
2900	Special IT Projects	\$908,646
	Total	\$20,812,298

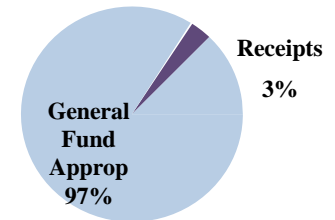
OFFICE OF THE STATE CONTROLLER

Base Budget Review

FY 2017-19 Base - Expenditures



FY 2017-19 Base - Source of Funds



Requirements	Actual FY 2015-16	Certified FY 2016-17	Authorized FY 2016-17	Increase/ (Decrease) FY 2017-18	Total Base FY 2017-18	Increase/ (Decrease) FY 2018-19	Total Base FY 2018-19
Personal Services	\$15,053,939	\$15,963,603	\$15,937,828	\$56,972	\$15,994,800	\$56,972	\$15,994,800
Purchased Services	\$8,693,784	\$8,007,795	\$8,022,435	\$0	\$8,022,435	\$0	\$8,022,435
Supplies	\$38,646	\$40,490	\$40,490	\$0	\$40,490	\$0	\$40,490
Property, Plant, Equipment	\$45,381	\$51,276	\$75,748	\$0	\$75,748	\$0	\$75,748
Other Expenses/Adjustments	\$18,272	\$34,200	\$40,855	\$0	\$40,855	\$0	\$40,855
Reserves	\$0	\$122,108	\$122,108	(\$122,108)	\$0	(\$122,108)	\$0
TOTAL REQUIREMENTS	\$23,850,022	\$24,219,472	\$24,239,464	(\$65,136)	\$24,174,328	(\$65,136)	\$24,174,328

Receipts	Actual FY 2015-16	Certified FY 2016-17	Authorized FY 2016-17	Increase/ (Decrease) FY 2017-18	Total Base FY 2017-18	Increase/ (Decrease) FY 2018-19	Total Base FY 2018-19
Sales, Services, Rental	\$121	\$150	\$150	\$0	\$150	\$0	\$150
Fees, Licenses, Fines	\$34,185	\$27,530	\$34,185	\$0	\$34,185	\$0	\$34,185
Intragovernment Transfers	\$989,163	\$926,385	\$783,820	\$2,964	\$786,784	\$2,964	\$786,784
TOTAL RECEIPTS	\$1,023,469	\$954,065	\$818,155	\$2,964	\$821,119	\$2,964	\$821,119

NET APPROPRIATION	\$22,826,553	\$23,265,407	\$23,421,309	(\$68,100)	\$23,353,209	(\$68,100)	\$23,353,209
FTE	169	169	169	0	169	0	169

Information Requested from the Office of State Controller

- How do you measure your agency's effectiveness and outcomes?
- How do you measure efficiency within your agency/department?
Do you have metrics that you use to monitor agency performance?
If so, please provide.
- Are you planning any changes to the current structure of your organization? Will this impact your agency's budget?
- What are your overall goals for your department/agency over the next biennium?
- What are your budget requests/needs for the biennium?
- Please discuss your Information Technology needs.

Office of the State Controller



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